

2289

Town of Many, Louisiana
FINANCIAL REPORT
YEAR ENDED JUNE 30, 2001

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 1/23/02



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Eugene W. Fremaux II

Certified Public Accountant

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INDEPENDENT AUDITOR'S REPORT

The Honorable Kenneth Freeman, Mayor
and Board of Aldermen
Town of Many, Louisiana

I have audited the accompanying general purpose financial statements of the Town of Many, Louisiana, and the combining, individual fund and account group financial statements of the Town of Many, Louisiana, as of June 30, 2001, and for the year then ended, as listed in the table of contents. These financial statements are the responsibility of the Town's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the general purpose financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the Town of Many, Louisiana, as of June 30, 2001, the results of its operations and the cash flows of its proprietary fund type for the year then ended in conformity with accounting principles generally accepted in the United States of America. Also, in my opinion, the combining, individual fund, and account group financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of each of the individual funds and account groups of the Town of Many at June 30, 2001, and the results of operations of such funds and the cash flows of the individual proprietary fund for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

My audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole and on the combining, individual fund and account group financial statements. The accompanying financial information listed as "Other Supplementary Information" in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the Town of Many, Louisiana. Such information has been subjected to the auditing procedures applied in the audit of the general purpose, combining, individual fund and account group financial statements and in my opinion, is fairly presented in all material

respects in relation to the financial statements of each of the respective individual funds and account groups, taken as a whole.

In accordance with Government Auditing Standards, I have also issued my report dated December 20, 2001 on my consideration of the Town of Many, Louisiana's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grants.

The financial statements for the year ended June 30, 2000, which are included for comparative purposes, were taken from the financial report for that year in which I expressed a unqualified opinion dated December 21, 2000, on the general purpose, combining, individual fund, and account group financial statements of the Town of Many, Louisiana.

A handwritten signature in black ink, appearing to read 'E. W. Fremaux II', with a stylized flourish at the end.

EUGENE W. FREMAUX II, CPA

December 20, 2001

TOWN OF MANY, LOUISIANA
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 2001
WITH COMPARATIVE TOTALS FOR JUNE 30, 2000

	GOVERNMENTAL FUND TYPES				PROPRIETARY FUND TYPE	ACCOUNT GROUPS			TOTALS (MEMORANDUM ONLY)	
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE		ENTERPRISE FUND	FIXED ASSETS (Unaudited)	GENERAL LONG-TERM DEBT	2001	2000
ASSETS										
Cash and cash equivalents (Note 13)	\$68,319	\$182,234		\$0		\$18,103			\$268,656	\$348,900
Investments, at cost (Note 13)	111,502	200,292		131,657		15,075			458,526	329,314
Receivables:										
Utility bills	679					123,591			123,591	125,643
Ad valorem taxes (Note 2)	41,338								679	548
Franchise taxes	139								41,338	37,085
Employees	34,076	3,500	\$1,449						139	0
State of Louisiana (Note 10)									39,025	308,913
Sales taxes		96,977							96,977	89,341
Other receivables (Note 10)	23,721	363		67		3,675			27,826	2,791
Due from utility fund	223,295	37,046							260,341	241,444
Due from sales tax fund	79,506	81,456							160,962	152,489
Due from street fund	0								0	0
Due from general fund		20,705		412					21,117	46,884
Due from debt service fund						76,778			76,778	0
Prepaid insurance						10,791			10,791	8,726
Prepaid expenses									0	0
Utility deposits	125								125	125
Restricted assets: (Note 3)										
Cash			371			193,762			194,133	69,586
Investments, at cost						941,106			941,106	576,407
Due from sales tax fund						21,761			21,761	21,224
General fixed assets, at cost (Note 4)							\$1,102,215		1,102,215	910,289
Plant and equipment (Note 8)						7,399,419			7,399,419	6,603,305
Accumulated depreciation (Note 8)						(2,429,279)			(2,429,279)	(2,274,277)
Amount available to debt service fund								\$132,136	132,136	0
Amount to be provided for retirement of of general long-term debt								245,958	245,958	0
Amount to be provided for accumulated unpaid vacation								\$35,985	35,985	23,536
Total assets	\$582,700	\$622,573	\$1,820	\$132,136		\$6,374,782	\$1,102,215	\$414,079	\$9,230,305	\$7,622,273

The notes to the financial statements are an integral part of this statement.

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TOWN OF MANY, LOUISIANA
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 ALL GOVERNMENTAL FUND TYPES
 YEAR ENDED JUNE 30, 2001
 WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 2000

					TOTALS (MEMORANDUM ONLY) YEAR ENDED JUNE 30,	
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	2001	2000
Revenues:						
Taxes	\$273,140	\$1,018,265		\$138,370	\$1,429,775	\$1,257,981
Licenses and permits	211,131	0		0	211,131	175,324
Intergovernmental	262,248	7,000	\$236,882	0	506,130	569,148
Charges for services	113,081	0		0	113,081	110,285
Fines	32,510	0		0	32,510	33,066
Interest	5,678	10,735		2,809	19,222	18,562
Miscellaneous	31,657	0	8,794	0	40,451	39,311
Total revenues	929,445	1,036,000	245,676	141,179	2,352,300	2,203,677
Expenditures:						
Current:						
General government	227,389	189,602		0	416,991	410,956
Public safety:						
Police	451,676	0		0	451,676	433,276
Highways and streets	64,282	260,187		0	324,469	235,190
Sanitation	205,872	0		0	205,872	209,312
Hart airport	189,673	0		0	189,673	114,227
Recreation	117,993	0		0	117,993	149,267
Maintenance	899	0		0	899	712
Public relations	56,303	0		0	56,303	42,827
Capital construction	0	0	245,676	0	245,676	318,417
Debt service:						
Principal retirement	0	0		82,000	82,000	10,000
Interest and fiscal charges	0	0		3,821	3,821	700
Total expenditures	1,314,087	449,789	245,676	85,821	2,095,373	1,924,884
Excess (deficiency) of revenue over expenditures	(384,642)	586,211	0	55,358	256,927	278,793
Other financing sources (uses):					0	0
Operating transfers in	401,118	401,118		460,094	1,262,330	803,450
Operating transfers out	0	(1,002,795)		(460,094)	(1,462,889)	(1,004,223)
Total other financing sources (uses)	401,118	(601,677)	0	0	(200,559)	(200,773)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	16,476	(15,466)	0	55,358	56,368	78,020
Fund balances, beginning of year	476,779	447,320	0	0	924,099	846,079
Fund balances, end of year	\$493,255	\$431,854	\$0	\$55,358	\$980,467	\$924,099

The notes to the financial statements are an integral part of this statement.

TOWN OF MANY, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET (GAAP BASIS) AND ACTUAL - GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUND TYPES
YEAR ENDED JUNE 30, 2001

	GENERAL FUND			SPECIAL REVENUE FUND TYPES			DEBT SERVICE FUND TYPES		
	BUDGET	ACTUAL	VARIANCE FAVORABLE UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE UNFAVORABLE)
Revenues:									
Taxes	\$227,200	\$273,140	\$45,940	\$1,039,981	\$1,018,265	(\$21,716)	\$142,459	\$138,370	(\$4,089)
Licenses and permits	184,400	211,131	26,731						
Intergovernmental	404,041	262,248	(141,793)	5,618	7,000	1,382			
Charges for services	111,400	113,081	1,681						
Fines	30,000	32,510	2,510						
Interest	5,000	5,678	678	4,500	10,735	6,235	0	2,809	2,809
Miscellaneous	3,500	31,657	28,157	0	0	0			
Total revenues	965,541	929,445	(36,096)	1,050,099	1,036,000	(14,099)	142,459	141,179	(1,280)
Expenditures:									
Current:									
General government	205,292	227,389	(22,097)	232,358	189,602	42,756			
Public safety:									
Police	490,533	451,676	38,857						
Highways and streets	55,500	64,282	(8,782)	221,000	260,187	(39,187)			
Sanitation	223,467	205,872	17,595						
Hart airport	151,538	189,673	(38,135)						
Recreation	197,352	117,993	79,359						
Maintenance	800	899	(99)						
Public relations	46,414	56,303	(9,889)						
Airport construction	0	0	0						
Debt service:									
Principal	0	0	0				82,000	82,000	0
Interest	0	0	0				3,500	3,821	(321)
Total expenditures	1,370,896	1,314,087	56,809	453,358	449,789	3,569	85,500	85,821	(321)
Excess (deficiency) of revenue over expenditures	(405,355)	(384,642)	20,713	596,741	586,211	(10,530)	56,959	55,358	(1,601)
Other financing sources (uses):									
Operating transfers in	407,672	401,118	(6,554)	407,672	401,118	(6,554)	460,094	460,094	
Operating transfers out				(1,019,181)	(1,002,795)	16,386	(460,094)	(460,094)	
Total other financing sources (uses)	407,672	401,118	(6,554)	(611,509)	(601,677)	9,832	0	0	0
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	2,317	16,476	14,159	(14,768)	(15,466)	(698)	56,959	55,358	(1,601)
Fund balances, beginning of year	476,779	476,779	0	447,320	447,320	0	0	0	0
Fund balances, end of year	\$479,096	\$493,255	\$14,159	\$432,552	\$431,854	(\$698)	\$56,959	\$55,358	(\$1,601)

The notes to the financial statements are an integral part of this statement.

TOWN OF MANY, LOUISIANA
 COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS (DEFICIT)
 UTILITY FUND
 PROPRIETARY FUND TYPE
 YEARS ENDED JUNE 30, 2001 AND 2000

	2001	2000
Operating revenues:		
Water charges	\$712,747	\$737,357
Sewer charges	162,713	157,446
Connection charges	13,212	8,170
Delinquent charges	8,006	4,510
Miscellaneous	6,897	894
Total operating revenues	903,575	908,377
Operating expenses:		
Salaries	226,662	231,322
Insurance	50,570	43,937
Supplies	42,923	36,120
Contract labor	1,822	4,549
Bad debt expense	3,226	4,994
Legal and accounting	4,010	7,842
Repairs and maintenance	14,476	16,568
Truck expense	13,487	11,634
Telephone	6,164	7,074
Rent	2,014	1,813
Office supplies and postage	5,965	6,246
Retirement	7,767	7,191
Payroll taxes	16,997	18,071
Utilities	132,471	110,210
Freight	300	599
Miscellaneous	13,613	8,786
Testing fees	3,164	2,640
Water treatment plant supplies	66,457	59,525
Sewer plant supplies	17,229	19,595
Water purchased	42,006	42,616
Depreciation	158,224	147,672
Professional fees	0	703
Travel and seminars	2,284	5,231
Total operating expenses	831,831	794,938
Operating income (loss)	71,744	113,439
Nonoperating revenues (expenses):		
Interest income	46,037	27,893
Transfer from sales tax fund	200,559	200,773
Interest expense	(31,250)	(32,250)
Total nonoperating revenues (expenses)	215,346	196,416
Net income (loss)	287,090	309,855
Retained earnings (deficit), beginning of year	354,344	44,489
Retained earnings (deficit), end of year	\$641,434	\$354,344

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
COMPARATIVE STATEMENT OF CASH FLOWS - PROPRIETARY FUND TYPE
UTILITY FUND
YEARS ENDED JUNE 30, 2001 AND 2000

	YEAR ENDED JUNE 30,	
	2001	2000
Cash flows from operating activities:		
Cash received from customers	\$905,627	\$900,442
Cash paid to suppliers and employees	(707,393)	(621,922)
Customers' deposits received	20,325	23,750
Customers' deposits refunded	(18,855)	(23,500)
Net cash provided by operating activities	199,704	278,770
Cash flows from capital and related financing activities:		
Grants received for acquisition of fixed assets	236,882	318,417
Proceeds from DEQ loans	627,659	0
Sales taxes collected for construction	200,022	199,405
Capital expenditures paid in cash	(803,249)	(631,978)
Cash paid on principal amount of bonds payable	(20,000)	(20,000)
Interest on bonds payable paid	(30,390)	(32,750)
Cash flows from capital and related financing activities	210,924	(166,906)
Cash flows from investing activities:		
Interest received	48,118	27,031
Net cash provided (used) by investing activities	48,118	27,031
Net increase (decrease) in cash and cash equivalents	458,746	138,895
Cash and cash equivalents, beginning of year	709,300	570,405
Cash and cash equivalents, end of year	\$1,168,046	\$709,300
Reconciliation of operating income to net cash provided by operations:		
Operating income (loss)	\$71,744	\$113,439
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	158,224	147,672
(Increase) decrease in prepaid expenses	(2,065)	(1,428)
(Increase) decrease in accounts receivable	2,052	(7,935)
(Decrease) increase in payroll and payroll taxes payable	2,885	116
(Decrease) increase in accounts payable	18,125	(24,379)
(Decrease) increase in customers' deposits	1,470	250
(Decrease) increase in payable to other funds	(57,881)	48,909
(Decrease) increase in accumulated unpaid vacation	4,990	2,028
(Decrease) increase in sales taxes payable	160	98
Total adjustments to operating income	127,960	165,331
Net cash provided by operating activities	\$199,704	\$278,770

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2001

(1) Summary of Significant Accounting Policies -

The Town of Many was incorporated November 1, 1878, under the provisions of a special home rule charter. The Town began operating under the provisions of the Lawrason Act in January 1996 as a result of an election that was held in the Fall of 1995. The Town operates under a Mayor - Board of Aldermen form of government.

The accounting and reporting policies of the Town of Many conform to generally accepted accounting principles (GAAP) as applicable to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard - setting body for establishing governmental accounting and financial reporting principles. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and to the guides set forth in the Louisiana Governmental Audit Guide, and to the industry audit guide, Audits of State and Local Governmental Units.

The following is a summary of certain significant accounting policies.

Financial reporting entity

In evaluating how to define the Town of Many, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Based upon the application of these criteria, the financial statements of the Town of Many consist of only the funds and account groups of the Town since the Town has no oversight responsibility for any other governmental entity.

Fund accounting

The accounts of the Town of Many are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are all allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into four generic fund types and two broad fund categories as follows:

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2001

Governmental Funds -

General Fund

The General Fund is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. The special revenue funds consist of the Sales Tax, Streets and Sidewalks, and Section Eight Existing Housing Voucher Funds.

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Capital Projects Fund

The Capital Projects Fund is used to account for financial resources to be used for the construction of major capital facilities.

Proprietary Fund -

Enterprise Fund

The Enterprise Fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided the periodic determination of revenue earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Fixed assets and long-term liabilities

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus.

All governmental fund type operations are accounted for on a spending or "financial flow" measurement focus and only current assets and current liabilities are generally included on their balance sheets.

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2001

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, and are recorded as expenditures in the governmental fund types when purchased. The Town has elected not to capitalize public domain ("infrastructure") fixed assets consisting of certain improvements other than buildings, including roads, bridges, sidewalks, and drainage improvements. No depreciation has been provided on general fixed assets. Approximately 75 percent of fixed assets are valued at historical cost, while the remaining 25 percent of fixed assets are valued at estimated historical cost based on the cost of like items. Detail fixed assets records were completed in 1998 and appropriate adjustments were made to the fixed asset account group financial records.

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group.

The proprietary fund is accounted for on a cost of services or "capital maintenance" measurement focus, and all assets and all liabilities (whether current or non-current) associated with its activity are included on its balance sheet.

Depreciation of all exhaustible fixed assets used by the proprietary fund is charged as an expense against its operations. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Water system	10-60 years
Sewer system	5-60 years
Fixtures and equipment	5-60 years
Trucks and machinery	3-5 years

All fixed assets are stated at historical cost.

Basis of accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting also relates to the timing of the measurements made, regardless of the measurement focus applied.

All governmental funds are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Town considers ad valorem taxes as available if they are collected within 60 days after year end. Ad valorem taxes are recorded as revenue when levied because they are considered to be both measurable and available. Those revenues susceptible to accrual are ad valorem taxes, franchise taxes, sales taxes, interest revenue, licenses, intergovernmental revenues, and charges for services. Fines, permits, penalties and interest, and miscellaneous revenues are not susceptible to accrual because generally they are not measurable until received in cash. Anticipated refunds of taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain.

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2001

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred except that principal and interest on general long-term debt is recognized when due. Purchase of various operating supplies are regarded as expenditures at the time purchased.

All proprietary funds are accounted for by using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

Budgets and budgetary accounting

The Town follows these procedures in establishing the budgetary data reflected in these financial statements:

1. The Town Clerk prepares a proposed budget and submits same to the Mayor and Board of Aldermen no later than fifteen days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called. This is included in minutes of the council meetings.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance.
5. Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Board of Aldermen. All expenditures in excess of budgeted amounts are approved by the Board of Aldermen.
6. All budgetary appropriations lapse at the end of each fiscal year.
7. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted, or as amended from time to time by the Board of Aldermen.

Cash and cash equivalents

Consistent with GASB Statement 9, Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting, the Town of Many defines cash and cash equivalents as follows:

Cash - includes not only currency on hand but also demand deposits with banks or other financial institutions and other kinds of accounts that have the general characteristics of demand deposits in that the customer may

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2001

deposit additional funds at any time and also effectively may withdraw funds at any time without prior notice or penalty.

Cash equivalents - short term, highly liquid investments that are readily convertible to known amounts of cash and are so near their maturity that they present insignificant risk of changes in value because of interest rates. Generally, only investments with original maturities of three months or less qualify under this definition.

Investments

Investments are stated at cost. Discounts and premiums on the purchase of investments are amortized over the life of the investment remaining from the date of purchase to the date of maturity.

Bad debts

Uncollectible amounts due for ad valorem taxes and customers' utility receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable. No ad valorem taxes or customers' utility receivables were considered uncollectible at June 30, 2001.

Prepaid items

Payments made to vendors for services that will benefit periods beyond June 30, 2001, are recorded as prepaid items.

Compensated absences

Accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the general long-term debt account group. No expenditure is reported for these amounts. Accumulated vacation leave of the proprietary fund is recorded as an expense and liability of that fund as the benefits accrue to employees. In accordance with the provisions of Statement of Financial Accounting Standards No. 43, Accounting for Compensated Absences, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits.

Comparative data

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the Town's financial position and operations. However, comparative (i.e., presentation of prior year totals by fund type) data have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2001

Total columns on combined statements - overview

Total columns on the general purpose financial statements are captioned "(Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position, in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

(2) Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied in September and are payable upon receipt of notice. All ad valorem tax revenues are recognized in compliance with NCGA Interpretation - 3 and GASB Codification Section P70 (Revenue Recognition - Property Taxes) which states that such revenue is recorded when it becomes measurable and available. Available means due, or past due and receivable within the current period and collected no longer than 60 days after the close of the current period. Revenues from ad valorem taxes are budgeted in the year billed.

For the year ended June 30, 2001, taxes of 17.28 mills were levied on property with assessed valuations totaling \$13,567,200 and were dedicated as follows:

General corporate purposes	6.78 mills
DEQ General Obligation bonds	10.50 mills

Total taxes levied were \$234,445.

(3) Restricted Assets - Proprietary Fund Type

Restricted assets were applicable to the following at June 30, 2001:

Bond reserve account	\$ 58,000
Depreciation and contingency account	218,563
Construction	772,600
Customers' meter deposits	78,870
Revenue bond and interest sinking account	<u>28,596</u>

Total	\$1,156,629
	=====

(4) Changes in General Fixed Assets

A summary of changes in general fixed assets for 2001 follows:

	BEGINNING BALANCE	ADDITIONS	DELETIONS	ENDING BALANCE
Land	\$116,366	\$ 0	0	\$116,366
Buildings and improvements	276,280	145,246		413,526

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2001

Streets and traffic control equip.	5,935	0	0	5,935
Machinery and equipment	303,468	26,880	0	330,348
Automobiles and trucks	<u>217,240</u>	<u>18,800</u>	<u>0</u>	<u>236,040</u>
Total general fixed assets	\$911,289	\$190,926	\$ 0	\$1,102,215
	=====	=====	=====	=====

(5) Long-term Debt

General obligation bonds

The Town of Many issues general obligation bonds to provide for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both general government and proprietary activities. Bonds expected to be repaid from proprietary revenues are reported in the proprietary fund. General obligation bonds are direct obligations and pledge the full faith and credit of the Town of Many. On December 19, 2000, the Town issued general obligation bonds as follows:

\$1,100,000 General obligation bonds dated 12/19/00;
due in annual installments of \$82,000 - \$132,000 through
May 31, 2010; interest at 3.45% \$378,094

These bonds were issued in connection with a project to replace the majority of the water lines in the Town of Many, and were purchased by Louisiana Department of Environmental Quality (DEQ). Proceeds of these bonds are expected to be drawn on as needed over the next two years as the project is completed.

Revenue bonds

The Town of Many also issues bonds where the Town pledges income derived from the acquired or constructed assets to pay the debt service. Revenue bonds outstanding at June 30, 2001 are comprised of the following:

\$903,000 Utility Revenue Bonds dated 12/30/77;
due in annual installments of \$20,000 - \$55,000 through
December 30, 2018; interest at 5% \$615,000

\$1,500,000 Utility Revenue Bonds dated 12/19/00;
due in annual installments of \$125,000 - \$178,000
through December 30, 2011; interest at 3.45% \$56,210

These bonds were issued in connection with a project to replace the majority of the water lines in the Town of Many, and were purchased by Louisiana Department of Environmental Quality (DEQ). Proceeds of these bonds are expected to be drawn on as needed over the next two years as the project is completed.

Sales tax bonds

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2001

The Town of Many also issues bonds where the Town pledges income derived from a designated sales tax to pay the debt service. Sales tax bonds outstanding at June 30, 2001, secured by a pledge of a 1/4% sales tax, are comprised of the following:

\$1,000,000 Utility Sales Tax Bonds dated 12/19/00;
 due in annual installments of \$109,000 - \$143,000 through
 December 30, 2008; interest at 3.45% \$111,355

These bonds were issued in connection with a project to replace the majority of the water lines in the Town of Many, and were purchased by Louisiana Department of Environmental Quality (DEQ). Proceeds of these bonds are expected to be drawn on as needed over the next two years as the project is completed.

The annual requirements to amortize all debt outstanding as of June 30, 2001 (excluding the DEQ debt in process), including interest payments of \$315,500 are as follows:

<u>YEAR ENDING</u> <u>JUNE 30</u>	<u>REVENUE</u>	<u>TOTAL</u>
2001	\$15,375	\$15,375
2002	50,250	50,250
2003	54,125	54,125
2004	52,875	52,875
2005	51,625	51,625
2006	55,250	55,250
2007	53,750	53,750
2008	57,125	57,125
2009	55,375	55,375
2010	53,625	53,625
2011	51,875	51,875
2012	55,000	55,000
2013	53,000	53,000
2014	55,875	55,875
2015	53,625	53,625
2016	51,375	51,375
2017	54,000	54,000
2018	<u>56,375</u>	<u>56,375</u>
	\$ 930,500	\$ 930,500
	=====	=====

Changes in long-term debt

During the year ended June 30, 2001, the following changes occurred in liabilities reported in the general long-term debt account group:

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2001

	BEGINNING BALANCE	ADDITIONS	REDUCTIONS	ENDING BALANCE
General obligation debt:				
Public improvement bonds:				
DEQ bonds	\$ 0	\$460,094	\$(82,000)	\$378,094
Accumulated unpaid vacation	<u>23,536</u>	<u>12,449</u>	<u>(-)</u>	<u>35,985</u>
	\$ 27,470	\$472,543	\$(82,000)	\$414,079
	=====	=====	=====	=====

During the year ended June 30, 2001 the following changes occurred in long-term debt reported as liabilities in the proprietary fund:

	BEGINNING BALANCE	ADDITIONS	REDUCTIONS	ENDING BALANCE
Revenue bonds:				
1977 Utility revenue bonds	\$615,000	-	\$(20,000)	\$595,000
DEQ Utility sales tax bonds	0	\$111,355	0	111,355
DEQ Utility revenue bonds	<u>0</u>	<u>52,210</u>	<u>0</u>	<u>52,210</u>
	<u>\$615,000</u>	<u>\$163,565</u>	<u>\$(20,000)</u>	<u>\$758,565</u>

(6) Dedication of proceeds and flow of funds - 1 1/4% sales and use tax

Proceeds of a 1 1/4% sales and use tax levied by the Town of Many are dedicated to the following purposes:

1. 1/2% sales tax is transferred to the streets and sidewalks fund for maintenance and construction of streets and sidewalks.
2. 1/2% sales tax is transferred to the general fund for general operating or any other use as designated by the Board.
3. 1/4% sales tax is transferred to the utility fund to be used for water system improvements. This tax was effective October 1, 1998.

(7) Flow of funds; restrictions on use - utilities revenues

Under the terms of the bond indenture on outstanding Utility Revenue Bonds dated December 30, 1977, all income and revenues of every nature, earned or derived from operations of the utility fund are pledged and dedicated to the retirement of said bonds, and are to be used for the following expressed purposes:

- (a) Payment of all reasonable expenses of administration, operation and maintenance of the system.
- (b) Each month there will be set aside into a fund called the "Revenue Bond and Interest Sinking Fund" an amount constituting 1/12 of the next maturing installment of principal and 1/6 of the next maturing installment of interest on the outstanding bonds. The required balance is the sum of six monthly deposits (\$25,625). The present balance in the account is \$28,670.

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2001

(c) There will be set aside monthly into a "Revenue Bond Reserve Fund" a sum equal to at least 5% of the amount required to be deposited into the Revenue Bond and Interest Sinking Fund until the balance reaches \$58,000. These funds are to be used only for payment of principal and interest on bonds that would otherwise be in default. There is presently \$58,000 in this fund.

(d) There will be set aside into a "Depreciation and Contingency Fund" \$520 each month. Expenditures for extensions, additions, improvements and replacements necessary to properly operate the utility may be made from this fund. The required balance at June 30, 2000 is \$134,160. There is presently \$205,953 in this fund.

Under terms of the 1/4% sales tax effective October 1, 1998 and the corresponding rate increase, funds from these revenue sources are restricted to use for payment of construction and financing costs related to a water system improvement project, as further described in Note 15. As of June 30, 2001, related assets of \$750,839, comprised of unexpended funds from loan proceeds, related usage fees, and the 1/4% sales tax are shown as restricted in the financial statements.

(8) Plant and equipment - proprietary fund type

A summary of plant and equipment for the utility fund at June 30, 2001 is as follows:

	STRAIGHT LINE RATE	COST	ACCUMULATED DEPRECIATION	NET	2001 DEPRECIATION
Water system	10-60 yrs.	\$3,349,595	\$1,039,296	\$2,310,543	\$ 75,878
Sewer system	5-60 yrs.	3,090,240	1,255,697	1,834,543	63,674
Fixtures and equipment	5-60 yrs.	75,153	58,767	16,386	5,031
Trucks and machinery	3-5 yrs.	111,377	75,519	35,858	13,641
Construction in progress		734,055		734,055	
Land	-	<u>38,999</u>	<u>-</u>	<u>38,999</u>	<u>-</u>
		\$7,399,419	\$2,429,279	\$4,970,140	\$158,224
		=====	=====	=====	=====

	COST	ACCUMULATED DEPRECIATION	NET
Changes during the year:			
Balance, beginning of year	\$6,603,305	\$2,274,277	\$4,329,028
Additions:			
Water system	599,131	-	599,131
Sewer system	7,608	-	7,608
Construction in progress	756,690	-	756,690
Deletions:			
Water system	(3,222)	(3,222)	0
Construction in progress	(564,093)		(564,093)
Depreciation	<u>-</u>	<u>158,224</u>	<u>(158,224)</u>
Total	\$7,399,419	\$2,429,279	\$4,970,140
	=====	=====	=====

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2001

(9) Employee retirement systems

All employees of the Town of Many are protected by the Social Security System. All employees contributed 7.65% of their total salary to the System, while the Town contributed a like amount. For the year ended June 30, 2001 total contributions to the System were \$122,118, of which the Town contributed \$61,059 and employees contributed \$61,059. Total payroll covered by this System for the year ended June 30, 2001 was \$798,153. Any future deficit in this System will be financed by the United States Government. The Town has no further liability to the System for the year ended June 30, 2001.

The police are also members of the Municipal Police Employees' Retirement System of Louisiana. The following is a brief description of this retirement system.

Municipal Police Employees' Retirement System

The Municipal Police Employees' Retirement System provides retirement benefits to employees of any municipality in the state which employs a full-time police officer, empowered to make arrests, or which has an elected Chief of Police whose salary is at least \$100 per month.

Eligible employees include any full-time police officer, empowered to make arrests, employed by a municipality of the State and engaged in law enforcement, earning at least \$375 per month excluding state supplemental pay, or an elected Chief of Police whose salary is at least \$100 per month. Elected Councilmen and Mayors are excluded from membership.

Persons who were members on September 7, 1977 must remain members of the System and persons hired on or after that date must become members of the System as a condition of employment if they are under age 50 and are not covered by the Social Security System.

Employees attaining the age of 50 completing 20 or more years of service, or the age of 55 and completing 12 years of service, are entitled to a yearly benefit of 3 1/3% of their average final compensation, as defined in the plan, times years of creditable service. Active employees who become disabled after 1985 due to total and permanent disability, with at least 5 years of creditable service, receive a benefit of 3% of average final compensation multiplied by the years of creditable service, but not less than 40% nor more than 60% of average final compensation. Upon reaching retirement age, disability pensioners receive the greater of disability benefits or accrued benefits earned to the date of disability. Prior to the enactment of Act 81 of 1985, other disability rules may be applicable as described in the plan. The system also provides for death benefits as described in the plan.

Covered employees are required by state statute to contribute 7.5% of their salary to the System. The Town is required to contribute 9% of covered employees' salaries to the System. The contribution requirement for the year ended June 30, 2001 was \$25,353 which consisted of \$13,829 from the Town and \$11,524 from covered employees.

The amount of the total pension benefit obligation is based on a standardized measurement established by GASB 5 that, with some exceptions must be used by a PERS. The standardized measurement is the actuarial present value of credited projected benefits. This pension valuation method reflects the present value of estimated pension benefits that will be

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2001

paid in future years as a result of employee services performed to date, and is adjusted for the effects of projected salary increases. A standardized measure of the pension benefit obligation was adopted by the GASB to enable readers of PERS financial statements to (a) assess the PERS funding status on a going concern basis, (b) assess progress made in accumulating sufficient assets to pay benefits when due, and (c) make comparisons among other PERS and among other employers.

Total unfunded pension benefit obligation of the Municipal Police Employees' Retirement System as of June 30, 2000 was as follows:

Total pension benefit obligations	\$1,387,849,638
Net assets available for benefits	<u>1,277,548,391</u>
Unfunded (assets in excess of) pension benefit obligation	\$ (110,301,247)
	=====

The measurement of the total pension benefit obligation is based on an actuarial valuation as of June 30, 2000. Net assets available to pay pension benefits were valued as of the same date.

Ten-year historical trend information is presented in the System's June 30, 1999 comprehensive annual financial report. This information is useful in assessing the pension plan's accumulation of sufficient assets to pay pension benefits as they become due.

Municipal Employees' Retirement System

Other full time employees participate in the Municipal Employees' Retirement System of Louisiana (the System), a multiple-employer public employee retirement system. Employees who retire at or after age 65 with 10 years of credited service are entitled to a retirement benefit, payable monthly for life, equal to 2 percent of their final-average salary for each year of credited service. Final-average salary is the employee's average salary over the last three years of credited service. Employees may retire at or after age 60 and receive reduced retirement benefits. The System also provides death and disability benefits. Benefits are established by State statute. Participating employees contribute 5% of their total salary into the System, and the Town contributes an amount equal to 4.5% of the total salaries of participating employees. For the year ended June 30, 2001, the total contributions to this System were \$28,421, of which the Town contributed \$14,083 and the employees contributed \$14,338. Total payroll covered by this System was \$394,460. Total unfunded pension benefit obligation of the Municipal Employees' Retirement System as of June 30, 2000 was as follows:

Total pension benefit obligations	\$103,655,179
Net assets available for benefits	<u>96,602,212</u>
Unfunded pension benefit obligation	\$ 7,052,967
	=====

The Town of Many does not guarantee the benefits granted by any of the systems in which it participates.

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2001

(10) Amounts due from State of Louisiana and other receivables

Amounts due from State of Louisiana at June 30, 2001 consisted of the following:

Due from State of Louisiana

Mowing	\$ 3,500
Grants	28,992
Beer taxes	<u>6,533</u>
Total due from Louisiana	<u>\$ 39,025</u>

Other receivables at June 30, 2001 are as follows:

Other receivables

Interest	\$ 4,403
Federal grant-airport	<u>23,423</u>
	<u>\$27,826</u>

(11) Obligations under leases

The Town was not obligated under any capital lease commitments at June 30, 2001.

(12) Litigation

The Town is a party to legal proceedings involving suits filed against the Town for various reasons, however Town management does not believe the Town is exposed to any material losses in these proceedings. Accordingly, no provision for losses is included in the financial statements.

(13) Cash and Investments

Louisiana revised Statutes authorize the Town to invest in United States bonds, treasury notes or certificates, or to deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

As described in Note 1, cash equivalents include all short term highly liquid investments that are readily convertible to known amounts of cash and are so near their maturity that they present insignificant risk of changes in value because of interest rates. Generally, only investments which, at the date of purchase, have a maturity date no longer than three months qualify under this definition.

At June 30, 2001, the Town of Many has cash and investments as follows:

	Unrestricted	Restricted	Total
Cash	\$268,656	\$ 194,133	\$ 462,789
Investments	458,526	941,106	1,399,632
	-----	-----	-----

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2001

\$727,182	\$1,135,239	\$1,864,421
=====	=====	=====

Investments consist of certificates of deposit.

Of the total of \$1,861,891 deposited in demand and time deposits as of June 30, 2001, \$301,166 was secured through federal depository insurance and \$1,560,725 was secured by the pledge of securities (\$2,263,000 par value) owned by the depository banks. These securities are held in the name of the pledging banks in a custodial bank that is mutually acceptable to both parties. These secured deposits are considered uncollateralized under the provisions of GASB Statement 3; however, Louisiana Revised Statutes require the custodial bank to advertise and sell the pledged securities within ten (10) days of being notified by the Town that the pledging bank has failed to pay deposited funds upon demand. The Town's deposits were fully insured or collateralized at June 30, 2001.

(14) Report classifications

Certain previously reported amounts have been reclassified to conform to 2000 report classifications.

(15) Retained earnings (deficit)

Effective May 15, 1998 the Town increased water rates by approximately 23% to allow the Utility Fund to eliminate the deficit in retained earnings caused by the continuing loss being incurred in operations of water services. The Town also has a project underway to replace the majority of the water lines in the Town, which is to be funded through the issuance of an estimated \$3,600,000 in bonds under the Drinking Water Revolving Loan program. The bonds are to repaid through a water rate increase of 28% effective October 1998, a 1/4% sales tax effective October 1, 1998, and an estimated ad valorem tax of 11 mills effective in 2000. The first of two phases of this project is presently under construction under a \$1,297,130 construction contract awarded on December 12, 2000.

A portion of retained earnings is reserved to cover certain restricted assets pledged for future debt service on the revenue bonds issued by the Utility Fund, and on funds collected in connection with the above water line improvement project.

(16) Compensation paid to Mayor and Aldermen

In accordance with the requirements of the Office of the Legislative Auditor, State of Louisiana, the following reflects compensation paid to the Mayor and member of the Town Council for the year ended June 30, 2001:

Mayor Kenneth Freeman	\$12,000
Aldermen:	
I. D. Bostian	4,212
John Hoagland	4,212
Micheal J. Luster	4,212
Janet Spears	4,212
Faye Kennedy	4,212

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2001

(17) Interfund receivables and payables

A summary of interfund receivables and payables at June 30, 2001 follows:

	<u>Receivable</u>	<u>Payable</u>
General fund - due from utility fund	\$223,295	
- due from sales tax fund	79,506	
- due to street fund		\$ 20,705
- due to debt service fund		412
Special revenue - due from utility fund	37,046	
- due from sales tax fund	81,456	
- due from general fund	20,705	
Special revenue - due to general fund		79,506
- due to street fund		81,456
- due to utility fund		21,761
Debt service fund - due from general fund	412	
- due to utility fund		76,778
Utility fund - due to general fund		223,295
- due from sales tax fund	21,761	
- due from debt service fund	76,778	
- due to street fund	<u> </u>	<u>37,046</u>
	\$540,959	\$540,959
	=====	=====

(18) Garbage and trash contract

In March 1997 the Town entered into a contract with TransAmerican Waste Industries, Inc. to handle all the garbage and trash collection for the Town for the next eight years at a basic rate of \$5.75 per residential collection for the first four years, increasing to \$6.75 for the second four years. Upon execution, the Town received a \$35,000 payment in settlement of disputed hauling costs the Town had incurred in prior years. The \$35,000 was used to reduce billings to citizens for garbage and trash collection.

(19) Contingent liability

The Town is committed to providing matching funds amounting to \$21,676 under various grants for the year ending June 30, 2002. In addition, an airport runway overlay contract has been awarded amounting to \$286,495, which will be funded from an airport grant from FAA.

TOWN OF MANY, LOUISIANA
GENERAL FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2001 AND 2000

ASSETS	2001	2000
Cash and cash equivalents	\$68,319	\$104,808
Investments, at cost	111,502	159,528
Receivables:		
Ad valorem taxes	679	548
Franchise taxes	41,338	37,085
Employees	139	0
State of Louisiana	34,076	51,893
Other	23,721	661
Due from sales tax fund	79,506	75,270
Due from street fund	0	0
Due from utility fund	223,295	179,398
Utility deposits	125	125
 Total assets	 \$582,700	 \$609,316
 LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$43,798	\$65,280
Payroll and payroll taxes payable	24,530	20,373
Due to debt service fund	412	0
Due to street and sidewalks fund	20,705	46,884
 Total liabilities	 89,445	 132,537
 Fund balance - unreserved	 493,255	 476,779
 Total liabilities and fund balance	 \$582,700	 \$609,316

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
GENERAL FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEARS ENDED JUNE 30, 2001 AND 2000

	2001	2000
Revenues:		
Taxes:		
Ad valorem	\$95,739	\$95,281
Franchise	177,401	142,701
Licenses and permits	211,131	175,324
Intergovernmental	262,248	243,549
Charges for services	113,081	110,285
Fines	32,510	33,066
Interest	5,678	6,531
Miscellaneous revenues	31,657	39,240
Total revenues	929,445	845,977
Expenditures:		
Current:		
General government	227,389	208,090
Highways and streets	64,282	55,631
Public safety:		
Police	451,676	433,276
Sanitation	205,872	209,312
Hart airport	189,673	114,227
Recreation	117,993	149,267
Maintenance	899	712
Public relations	56,303	42,827
Debt service:		
Principal	0	0
Interest	0	0
Total expenditures	1,314,087	1,213,342
Excess (deficiency) of revenues over expenditures	(384,642)	(367,365)
Other financing sources (uses):		
Operating transfers from (to):		
Debt service fund	0	360
Sales tax fund	401,118	401,545
Total other financing sources (uses)	401,118	401,905
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	16,476	34,540
Fund balance, beginning of year	476,779	442,239
Fund balance, end of year	\$493,255	\$476,779

The accompanying notes are an integral part of these statements

TOWN OF MANY, LOUISIANA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
Revenues:				
Taxes:				
Ad valorem	\$90,000	\$95,739	\$5,739	\$95,281
Franchise:				
Cleco	77,000	107,034	30,034	83,272
Transla Gas Company	19,000	28,720	9,720	16,355
Telephone	26,000	31,763	5,763	27,085
Valley Electric	5,500	1,901	(3,599)	4,783
Cable TV	9,700	7,983	(1,717)	11,206
Total taxes	227,200	273,140	45,940	237,982
Licenses and permits:				
Occupational licenses	180,000	180,360	360	171,250
Electrical, building and other permits	4,100	30,250	26,150	3,619
Zoning compliance fees	300	521	221	455
Total licenses and permits	184,400	211,131	26,731	175,324
Intergovernmental:				
Federal grants	102,472	88,765	(13,707)	165,779
Sabine Parish Housing Authority	8,500	8,647	147	8,452
State of Louisiana:				
Other	262,069	151,156	(110,913)	38,648
Video poker tax	0	0	0	0
Tobacco tax	16,000	0	(16,000)	15,899
Alcoholic beverage tax	15,000	13,680	(1,320)	14,771
Total intergovernmental	404,041	262,248	(141,793)	243,549
Charges for services:				
Grass cutting	1,400	478	(922)	900
Garbage fees	110,000	112,603	2,603	109,385
Total charges for services	111,400	113,081	1,681	110,285

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
Revenues: (continued)				
Fines	\$30,000	\$32,510	\$2,510	\$33,066
Interest	5,000	5,678	678	6,531
Miscellaneous revenues:				
Airport revenue	1,000	5,823	4,823	5,086
Miscellaneous	2,500	24,933	22,433	33,454
Sale of assets	0	901	901	700
Sale of material	0	0	0	0
Total miscellaneous revenues	3,500	31,657	28,157	39,240
Total revenues	965,541	929,445	(36,096)	845,977
Expenditures:				
Current:				
General government:				
Advertising	2,500	4,140	(1,640)	1,705
Audit fee	5,000	5,000	0	5,000
Annexation	5,000	0	5,000	0
City attorney	0	0	0	0
Election expense	1,000	820	180	0
Dues and subscriptions	1,500	1,883	(383)	2,614
Insurance	13,700	18,992	(5,292)	15,957
Legal and accounting	7,500	3,504	3,996	9,434
Miscellaneous	3,000	4,771	(1,771)	5,546

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
Expenditures: (continued)				
Current:				
General government:				
Office supplies and postage	\$7,500	\$10,157	(\$2,657)	\$7,189
Reapportionment	0	0	0	0
Rent of equipment	2,000	1,747	253	1,599
Repairs and maintenance	2,500	6,277	(3,777)	16,235
Mayor & aldermen's salaries	33,060	33,060	0	33,060
Other salaries	79,799	90,938	(11,139)	70,248
Supplies	3,500	1,519	1,981	2,820
Payroll taxes	8,759	9,327	(568)	7,772
Retirement	3,124	3,283	(159)	3,239
Tax roll preparation cost	2,200	2,084	116	2,108
Telephone	6,500	7,587	(1,087)	6,681
Travel and seminars	9,500	13,542	(4,042)	7,714
Utilities	3,000	4,174	(1,174)	2,904
Ordinance expenses	650	0	650	464
Workmen's compensation	1,000	(226)	1,226	(1,837)
Capital outlay	3,000	4,810	(1,810)	7,638
Total general government	205,292	227,389	(22,097)	208,090
Highways and streets:				
Street lights	55,000	64,192	(9,192)	55,631
Miscellaneous	500	90	410	0
Total highways and streets	55,500	64,282	(8,782)	55,631
Public safety:				
Police:				
Dues and subscriptions	150	460	(310)	237
Miscellaneous	8,700	7,317	1,383	4,319
Office supplies & postage	1,700	1,483	217	1,323
Equipment costs	0	0	0	0
Legal costs	5,000	20	4,980	0
Prisoner expense	1,000	100	900	6

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
Expenditures: (continued)				
Current:				
Public safety:				
Police:				
Car expense	\$8,000	\$8,269	(\$269)	\$8,322
Workmen's compensation insurance	9,140	9,286	(146)	10,247
Repairs & maintenance	8,500	15,959	(7,459)	7,395
Salaries	296,464	291,993	4,471	271,965
Supplies	6,500	1,816	4,684	2,877
Payroll taxes	22,679	25,113	(2,434)	23,100
Retirement	15,000	15,712	(712)	10,718
Informant fees	300	0	300	0
Insurance	27,600	26,428	1,172	22,008
Insurance - medical	29,500	31,991	(2,491)	28,981
Telephone	2,500	1,509	991	2,255
Travel and training	6,000	4,649	1,351	7,119
Uniforms and laundry	4,000	1,840	2,160	3,406
Utilities	3,000	4,174	(1,174)	2,904
Capital outlay	34,800	3,557	31,243	26,094
Total police	490,533	451,676	38,857	433,276
Garbage and trash:				
Miscellaneous	0	0	0	0
Salaries	0	0	0	0
Payroll taxes	0	0	0	0
Retirement	0	0	0	0
Repairs and maintenance	0	0	0	0
Insurance	0	0	0	0
Truck expenses	0	0	0	0
Legal	0	0	0	0
Subcontract	108,000	110,088	(2,088)	106,588
Supplies	0	0	0	0
Unemployment expense	0	0	0	0
Workmen's compensation insurance	0	0	0	0
Total garbage and trash	108,000	110,088	(2,088)	106,588

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
Expenditures: (continued)				
Current:				
Clean up:				
Chemicals	\$5,000	\$4,360	\$640	\$9,824
Fogging expense	0	1,553	(1,553)	0
Miscellaneous	2,150	8,089	(5,939)	2,505
Salaries	75,000	49,885	25,115	61,280
Payroll taxes	5,738	3,788	1,950	4,688
Retirement	2,813	0	2,813	879
Repairs and maintenance	5,000	7,279	(2,279)	2,242
Insurance	9,516	8,061	1,455	5,629
Truck expenses	2,000	2,476	(476)	352
Supplies	3,000	5,087	(2,087)	3,765
Unemployment expense	250	81	169	139
Workmen's compensation insurance	5,000	5,125	(125)	5,732
Capital outlay	0	0	0	5,689
Total clean up	115,467	95,784	19,683	102,724
Total sanitation	223,467	205,872	17,595	209,312
Hart airport:				
Insurance	3,500	5,263	(1,763)	4,305
Salaries	2,000	2,333	(333)	1,557
Utilities	5,500	7,654	(2,154)	5,002
Supplies	1,000	6,337	(5,337)	1,125
Miscellaneous	9,800	20,289	(10,489)	12,789
Payroll taxes	153	177	(24)	119
Repairs and maintenance	2,500	0	2,500	3,706
Workmen's compensation insurance	85	49	36	55
Telephone	2,000	2,325	(325)	2,058
Capital outlay	125,000	145,246	(20,246)	83,511
Total airport	151,538	189,673	(38,135)	114,227

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
Expenditures: (continued)				
Current:				
Recreation and other:				
Insurance	\$1,000	\$755	\$245	\$595
Utilities	4,000	6,708	(2,708)	3,883
Repairs	5,000	6,316	(1,316)	8,284
Salaries	10,000	3,834	6,166	7,562
Payroll taxes	765	274	491	578
Miscellaneous	9,416	9,584	(168)	4,189
Supplies	10,500	3,172	7,328	1,937
Grants	156,671	86,750	69,921	111,983
Capital outlay	0	600	(600)	10,256
Total recreation	197,352	117,993	79,359	149,267
Maintenance:				
Miscellaneous	550	12	538	442
Repairs	0	0	0	0
Supplies	100	765	(665)	172
Capital outlay	0	0	0	0
Personnel expense	0	0	0	0
Utilities	150	122	28	98
Total maintenance	800	899	(99)	712
Public relations:				
Capital outlay	0	17,914	(17,914)	0
Christmas parade	5,000	4,541	459	604
Office supplies & postage	1,050	1,190	(140)	1,128
Promotion	12,000	5,802	6,198	11,369
Salaries	16,307	15,044	1,263	14,316
Payroll taxes	1,247	1,163	84	1,095
Supplies	5,000	4,296	704	10,961
Retirement	0	0	0	0
Telephone	250	317	(67)	209
Travel & seminars	500	1,336	(836)	500
Miscellaneous	5,060	4,700	360	2,645
Total public relations	46,414	56,303	(9,889)	42,827
Total current expenditures	1,370,896	1,314,087	56,809	1,213,342

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
Airport construction costs:				
Construction costs	\$0	\$0	\$0	\$0
Total airport construction costs	0	0	0	0
Debt service:				
Certificates of indebtedness-				
Principal	0	0	0	0
Interest	0	0	0	0
Total debt service-certificates	0	0	0	0
Theatre debt-				
Principal	0	0	0	0
Interest	0	0	0	0
Total debt service-theatre debt	0	0	0	0
Total debt service	0	0	0	0
Total expenditures	1,370,896	1,314,087	56,809	1,213,342
Excess (deficiency) of revenues over expenditures	(405,355)	(384,642)	20,713	(367,365)
Other financing sources (uses):				
Operating transfers from (to):				
Debt service fund	0	0	0	360
Sales tax fund	407,672	401,118	(6,554)	401,545
Total other financing sources (uses)	407,672	401,118	(6,554)	401,905
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	2,317	16,476	14,159	34,540
Fund balance, beginning of year	476,779	476,779	0	442,239
Fund balance, end of year	\$479,096	\$493,255	\$14,159	\$476,779

The accompanying notes are an integral part of these statements.

EXHIBIT G-1

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET

JUNE 30, 2001

WITH COMPARATIVE TOTALS FOR JUNE 30, 2000

	SALES TAX	STREETS AND SIDEWALKS	TOTALS	
			2001	2000
ASSETS				
Cash and cash equivalents	\$85,746	\$96,488	\$182,234	\$199,997
Investments, at cost		200,292	200,292	150,000
Interest receivable		363	363	536
Due from State of Louisiana		3,500	3,500	3,500
Sales taxes receivable	96,977	0	96,977	89,341
Due from general fund		20,705	20,705	46,884
Due from sales tax fund		81,456	81,456	77,219
Due from utility fund		37,046	37,046	62,046
Total assets	<u>\$182,723</u>	<u>\$439,850</u>	<u>\$622,573</u>	<u>\$629,523</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$0	\$4,826	\$4,826	\$4,388
Payroll and payroll taxes payable		3,170	3,170	4,102
Due to federal government		0	0	0
Due to general fund	79,506	0	79,506	75,270
Due to streets & sidewalks fund	81,456		81,456	77,219
Due to utility fund	21,761		21,761	21,224
Total liabilities	182,723	7,996	190,719	182,203
Fund balances - unreserved	0	431,854	431,854	447,320
Total liabilities and fund balances	<u>\$182,723</u>	<u>\$439,850</u>	<u>\$622,573</u>	<u>\$629,523</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2001
WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 2000

	SALES TAX	STREETS AND SIDEWALKS	TOTALS
			2001 2000
Revenues:			
Taxes	\$1,018,265		\$1,018,265 \$1,019,999
Intergovernmental		\$7,000	7,000 7,182
Interest	1,109	9,626	10,735 11,724
Miscellaneous		0	0 71
Total revenues	<u>1,019,374</u>	<u>16,626</u>	<u>1,036,000</u> <u>1,038,976</u>
Expenditures:			
General government	16,579	173,023	189,602 202,866
Highways and streets		260,187	260,187 179,559
Total expenditures	<u>16,579</u>	<u>433,210</u>	<u>449,789</u> <u>382,425</u>
Excess (deficiency) of revenues over expenditures	1,002,795	(416,584)	586,211 656,551
Other financing sources (uses):			
Operating transfers in (out)	<u>(1,002,795)</u>	<u>401,118</u>	<u>(601,677)</u> <u>(602,318)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	(15,466)	(15,466) 54,233
Fund balances, beginning of year	<u>0</u>	<u>447,320</u>	<u>447,320</u> <u>393,087</u>
Fund balances, end of year	<u>\$0</u>	<u>\$431,854</u>	<u>\$431,854</u> <u>\$447,320</u>

The accompanying notes are an integral part of these

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
SALES TAX FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2001 AND 2000

ASSETS	2001	2000
Cash	\$85,746	\$84,372
Sales taxes receivable	96,977	89,341
Total assets	\$182,723	\$173,713
LIABILITIES AND FUND BALANCE		
Liabilities:		
Due to general fund	\$79,506	\$75,270
Due to streets and sidewalks fund	81,456	77,219
Due to utility fund	21,761	21,224
Total liabilities	182,723	173,713
Fund balance - unreserved	0	0
Total liabilities and fund balance	\$182,723	\$173,713

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
SALES TAX FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
YEARS ENDED JUNE 30, 2001 AND 2000

	2001	2000
Revenues:		
Taxes:		
Sales tax	\$1,018,265	\$1,019,999
Interest	1,109	1,046
Total revenues	1,019,374	1,021,045
Expenditures:		
General government-		
Collection fee	16,579	17,182
Miscellaneous	0	0
Total expenditures	16,579	17,182
Excess of revenues over expenditures	1,002,795	1,003,863
Other financing uses:		
Operating transfers to:		
General fund	(401,118)	(401,545)
Streets and sidewalks fund	(401,118)	(401,545)
Utility fund	(200,559)	(200,773)
Total other financing uses	(1,002,795)	(1,003,863)
Excess of revenues over expenditures and other financing uses	0	0
Fund balance, beginning of year	0	0
Fund balance, end of year	\$0	\$0

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
SALES TAX FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
Revenues:				
Sales tax	\$1,039,981	\$1,018,265	(\$21,716)	\$1,019,999
Interest	0	1,109	1,109	\$1,046
Total revenues	1,039,981	1,019,374	(20,607)	1,021,045
Expenditures:				
General government-				
Collection fee	20,800	16,579	4,221	17,182
Miscellaneous	0	0	0	0
Total expenditures	20,800	16,579	4,221	17,182
Excess of revenues over expenditures	1,019,181	1,002,795	(16,386)	1,003,863
Other financing uses:				
Operating transfers to:				
General fund	(407,672)	(401,118)	6,554	(401,545)
Streets and sidewalks fund	(407,672)	(401,118)	6,554	(401,545)
Utility fund	(203,837)	(200,559)	3,278	(200,773)
Total other financing uses	(1,019,181)	(1,002,795)	16,386	(1,003,863)
Excess of revenues over expenditures and other financing uses	0	0	0	0
Fund balance, beginning of year	0	0	0	0
Fund balance, end of year	\$0	\$0	\$0	\$0

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
STREETS AND SIDEWALKS FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2001 AND 2000

ASSETS	2001	2000
Cash and cash equivalents	\$96,488	\$115,625
Investments, at cost	200,292	150,000
Interest receivable	363	536
Due from State of Louisiana	3,500	3,500
Due from general fund	20,705	46,884
Due from sales tax fund	81,456	77,219
Due from utility fund	37,046	62,046
Total assets	<u>\$439,850</u>	<u>\$455,810</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$4,826	\$4,388
Due to general fund	0	0
Payroll & payroll taxes payable	3,170	4,102
Total liabilities	7,996	8,490
Fund balance - unreserved	431,854	447,320
Total liabilities and fund balance	<u>\$439,850</u>	<u>\$455,810</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
STREETS AND SIDEWALKS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
YEARS ENDED JUNE 30, 2001 AND 2000

	2001	2000
Revenues:		
Intergovernmental revenues:		
Louisiana Department of Transportation and Development	\$7,000	\$7,182
Interest	9,626	10,678
Grants and other miscellaneous revenue	0	71
Total revenues	16,626	17,931
Expenditures:		
General government-		
Accounting	2,690	3,040
Equipment repair & maintenance	863	43
Engineering fees	0	0
Insurance	27,400	24,505
Miscellaneous	1,138	10,928
Salaries	62,424	77,488
Supplies & materials	26,347	19,573
Payroll taxes	4,817	6,189
Truck expense	15,475	35,991
Retirement	2,020	2,286
Contract labor and hauling	25,109	354
Workmen's compensation	4,705	5,262
Legal	0	25
Travel and seminars	35	0
Total general government	173,023	185,684
Highways and streets-		
Street signs	0	3,238
Equipment	18,800	39,846
Street construction	0	0
Street repair	241,387	136,475
Total highways and streets	260,187	179,559
Total expenditures	433,210	365,243
Excess (deficiency) of revenues over expenditures	(416,584)	(347,312)
Other financing sources:		
Operating transfers from:		
Sales tax fund	401,118	401,545
Total other financing sources	401,118	401,545
Excess (deficiency) of revenues over expenditures and other financing sources	(15,466)	54,233
Fund balance, beginning of year	447,320	393,087
Fund balance, end of year	\$431,854	\$447,320

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
STREETS AND SIDEWALKS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 2001 AND 2000

	2001		2000	
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
Revenues:				
Intergovernmental revenues:				
Louisiana Department of Transportation and Development	\$5,618	\$7,000	\$1,382	\$7,182
Interest	4,500	9,626	5,126	10,678
Grants and other miscellaneous revenue	0	0	0	71
Total revenues	10,118	16,626	6,508	17,931
Expenditures:				
General government-				
Accounting	3,200	2,690	510	3,040
Equipment repair & maintenance	10,000	863	9,137	43
Engineering fees	0	0	0	0
Insurance	27,500	27,400	100	24,505
Miscellaneous	5,050	1,138	3,912	10,928
Salaries	83,433	62,424	21,009	77,488
Supplies & materials	26,500	26,347	153	19,573
Payroll taxes	6,533	4,817	1,716	6,189
Truck expense	12,500	15,475	(2,975)	35,991
Retirement	2,152	2,020	132	2,286
Contract labor and hauling	29,390	25,109	4,281	354
Workmen's compensation	5,000	4,705	295	5,262
Legal	150	0	150	25
Travel and seminars	150	35	115	0
Total general government	211,558	173,023	38,535	185,684

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
STREETS AND SIDEWALKS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 2001 AND 2000

	2001		2000	
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
Expenditures: (continued)				
Highways and streets:				
Street signs	\$1,000	\$0	\$1,000	\$3,238
Equipment	0	18,800	(18,800)	39,846
Street construction	0	0	0	0
Street repair	220,000	241,387	(21,387)	136,475
Total highways and streets	221,000	260,187	(39,187)	179,559
Total expenditures	432,558	433,210	(652)	365,243
Excess (deficiency) of revenues over expenditures	(422,440)	(416,584)	5,856	(347,312)
Other financing sources:				
Operating transfers (to) from:				
Sales tax fund	407,672	401,118	(6,554)	401,545
Total other financing sources	407,672	401,118	(6,554)	401,545
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing sources	(14,768)	(15,466)	(698)	54,233
Fund balance, beginning of year	447,320	447,320	0	393,087
Fund balance, end of year	\$432,552	\$431,854	(\$698)	\$447,320

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
DEBT SERVICE FUND
COMBINING BALANCE SHEET
JUNE 30, 2001
WITH COMPARATIVE TOTALS FOR JUNE 30, 2000

	PUBLIC IMPROVEMENT BONDS SERIES A 1975	PUBLIC IMPROVEMENT BONDS SERIES B 1975	DEQ GENERAL OBLIGATION BONDS	TOTALS
	2001	2000		
ASSETS				
Cash	\$0	\$0	\$0	\$0
Investments	0	0	131,657	131,657
Interest receivable	0	0	67	67
Ad valorem taxes receivable	0	0	0	0
Due from general fund	0	0	412	412
Total assets	<u>\$0</u>	<u>\$0</u>	<u>\$132,136</u>	<u>\$132,136</u>
LIABILITIES AND FUND BALANCES				
Due to Utility Fund	\$0	\$0	\$76,778	\$76,778
Fund balances - designated for debt service	0	0	55,358	55,358
Total liabilities and fund balances	<u>\$0</u>	<u>\$0</u>	<u>\$132,136</u>	<u>\$132,136</u>

The accompanying notes are an integral part of these statements.

EXHIBIT H-2

TOWN OF MANY, LOUISIANA
DEBT SERVICE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2001
WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 2000

	TOTALS	
	2001	2000
Revenues:		
Taxes - ad valorem	\$138,370	\$0
Interest	2,809	307
Total revenues	141,179	307
Expenditures:		
Principal retirement	82,000	10,000
Interest coupons paid	3,821	700
Total expenditures	85,821	10,700
Excess of revenues over expenditures	55,358	(10,393)
Other financing sources (uses):		
Proceeds from bonds issued	460,094	0
Proceeds transferred to Utility Fund	(460,094)	0
Residual transfer (to) from General Fund	0	(360)
	0	(360)
Excess of revenues over expenditures after transfers	55,358	(10,753)
Fund balances, beginning of year	0	10,753
Fund balances, end of year	\$55,358	\$0

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
DEBT SERVICE FUND
STATEMENTS OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2001

	1975 PUBLIC IMPROVEMENT BONDS-SERIES A			1975 PUBLIC IMPROVEMENT BONDS-SERIES B		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:						
Taxes - ad valorem	\$0	\$0	\$0	\$0	\$0	\$0
Interest	0	0	0	0	0	0
Total revenues	0	0	0	0	0	0
Expenditures:						
Principal retirement	0	0	0	0	0	0
Interest coupons paid	0	0	0	0	0	0
Total expenditures	0	0	0	0	0	0
Excess of revenues over expenditures	0	0	0	0	0	0
Other financing sources (uses):						
Proceeds from bonds issued	0	0	0	0	0	0
Proceeds transferred to Utility Fund	0	0	0	0	0	0
Residual transfer (to) from General Fund	0	0	0	0	0	0
Excess of revenues over expenditures after transfers	0	0	0	0	0	0
Fund balance, beginning of year	0	0	0	0	0	0
Fund balance, end of year	\$0	\$0	\$0	\$0	\$0	\$0

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
DEBT SERVICE FUND
STATEMENTS OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2001

	DEQ GENERAL OBLIGATION BONDS			TOTAL - 2001		2000	
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
Revenues:							
Taxes - ad valorem	\$142,459	\$138,370	(\$4,089)	\$142,459	\$138,370	(\$4,089)	\$0
Interest	0	2,809	2,809	0	2,809	2,809	307
Total revenues	142,459	141,179	(1,280)	142,459	141,179	(1,280)	307
Expenditures:							
Principal retirement	82,000	82,000	0	82,000	82,000	0	10,000
Interest coupons paid	3,500	3,821	(321)	3,500	3,821	(321)	700
Total expenditures	85,500	85,821	(321)	85,500	85,821	(321)	10,700
Excess of revenues over expenditures	56,959	55,358	(1,601)	56,959	55,358	(959)	(10,393)
Other financing sources (uses):							
Proceeds from bonds issued	460,094	460,094	0	460,094	460,094	0	460,094
Proceeds transferred to Utility Fund	(460,094)	(460,094)	0	(460,094)	(460,094)	0	(460,094)
Residual transfer (to) from General Fund	0	0	0	0	0	0	(360)
	0	0	0	0	0	0	(360)
Excess of revenues over expenditures after transfers	56,959	55,358	(1,601)	56,959	55,358	(959)	(10,753)
Fund balance, beginning of year	0	0	0	0	0	0	10,753
Fund balance, end of year	\$56,959	\$55,358	(\$1,601)	\$56,959	\$55,358	(\$959)	\$0

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
ENTERPRISE FUND
UTILITY FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2001 AND 2000

ASSETS	2001	2000
Current assets:		
Cash and cash equivalents	\$18,103	\$44,095
Investments, at cost	15,075	19,786
Receivables:		
Accrued interest and other	3,675	1,594
Utility bills	123,591	125,643
Due from Debt Service Fund	76,778	0
Prepaid expenses	10,791	8,726
Total current assets	<u>248,013</u>	<u>199,844</u>
Restricted assets:		
Cash and cash equivalents:		
Customers' meter deposits:		
Cash	7,910	15,402
Time certificates of deposit, at cost	70,960	61,998
Construction:		
Cash	157,256	24,940
Time certificates of deposit, at cost	593,583	250,456
Revenue bond & interest sinking fund:		
Money market account	28,596	28,670
Depreciation & contingency fund:		
Time certificate of deposit, at cost	218,563	205,953
Revenue bond reserve fund:		
Time certificate of deposit, at cost	58,000	58,000
Due from sales tax fund	21,761	21,224
Total restricted assets	<u>1,156,629</u>	<u>666,643</u>
Plant and equipment, at cost, net of accumulated depreciation (2001 - \$2,429,279; 2000 - \$2,274,277)	<u>4,970,140</u>	<u>4,329,028</u>
Total assets	<u>\$6,374,782</u>	<u>\$5,195,515</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
ENTERPRISE FUND
UTILITY FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2001 AND 2000

LIABILITIES AND FUND EQUITY	2001	2000
Liabilities:		
Current liabilities (payable from current assets):		
Accounts payable	\$21,807	\$18,185
Payroll and payroll taxes payable	11,197	8,312
Sales tax payable	1,272	1,112
Due to general fund	223,295	179,398
Due to street & sidewalks fund	37,046	62,046
Total current liabilities (payable from current assets)	294,617	269,053
Current liabilities (payable from restricted assets):		
Revenue bonds payable	20,000	20,000
Accounts payable-construction	14,503	0
Interest coupons payable	16,735	15,875
Customers' meter deposits	78,870	77,400
Total current liabilities (payable from restricted assets)	130,108	113,275
Long-term liabilities:		
1977 Revenue bonds payable	595,000	615,000
DEQ Bonds payable	167,565	0
Accumulated unpaid vacation	20,499	15,509
Total long-term liabilities	783,064	630,509
Total liabilities	1,207,789	1,012,837
Fund equity:		
Contributed capital-		
FHA grants	467,000	467,000
Municipality	1,000,094	540,000
HUD grants	100,000	100,000
EPA grants	1,037,682	1,037,682
LDUCA - CDB grant	1,901,709	1,664,578
State of Louisiana	11,053	11,053
Sabine Parish Police Jury	8,021	8,021
Total contributed capital	4,525,559	3,828,334
Retained earnings:		
Reserved-		
Reserved for revenue bond reserve fund	58,000	58,000
Reserved for depreciation & contingency fund	217,663	205,953
Reserved for construction	758,096	296,621
Unreserved (deficit)	(392,325)	(206,230)
Total retained earnings (deficit)	641,434	354,344
Total fund equity	5,166,993	4,182,678
Total liabilities and fund equity	\$6,374,782	\$5,195,515

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS (DEFICIT)-
UTILITY FUND
BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
Operating revenues:				
Charges for services:				
Water charges	\$750,000	\$712,747	(\$37,253)	\$737,357
Sewer charges	155,000	162,713	7,713	157,446
Water connection charges	14,000	13,212	(788)	8,170
Delinquent charges	9,000	8,006	(994)	4,510
Miscellaneous	6,000	6,897	897	894
Total operating revenues	934,000	903,575	(30,425)	908,377
Operating expenses:				
Salaries	268,501	226,662	41,839	231,322
Insurance	46,786	50,570	(3,784)	43,937
Supplies	39,100	42,923	(3,823)	36,120
Contract labor	0	1,822	(1,822)	4,549
Bad debt expense	1,500	3,226	(1,726)	4,994
Legal and accounting	7,950	4,010	3,940	7,842
Repairs and maintenance	41,500	14,476	27,024	16,568
Truck expense	11,500	13,487	(1,987)	11,634
Telephone	7,100	6,164	936	7,074
Rent	200	2,014	(1,814)	1,813
Office supplies and postage	5,100	5,965	(865)	6,246
Retirement	10,068	7,767	2,301	7,191
Payroll taxes	22,040	16,997	5,043	18,071
Utilities	115,000	132,471	(17,471)	110,210
Freight	1,200	300	900	599
Miscellaneous	8,600	13,613	(5,013)	8,786
Testing fees	3,600	3,164	436	2,640
Water treatment plant supplies	55,000	66,457	(11,457)	59,525
Sewer plant supplies	20,000	17,229	2,771	19,595
Water purchased	45,000	42,006	2,994	42,616
Depreciation	135,000	158,224	(23,224)	147,672
Professional fees	0	0	0	703
Travel and seminars	4,400	2,284	2,116	5,231
Total operating expenses	849,145	831,831	17,314	794,938
Operating income (loss)	84,855	71,744	(13,111)	113,439
Nonoperating revenues (expenses):				
Interest income	30,000	46,037	16,037	27,893
Transfer from sales tax fund	203,836	200,559	(3,277)	200,773
Interest expense	(31,250)	(31,250)	0	(32,250)
Total nonoperating revenues (expenses)	202,586	215,346	12,760	196,416
Net income (loss)	287,441	287,090	(351)	309,855
Retained earnings, beginning of year	354,344	354,344	0	44,489
Retained earnings (deficit), end of year	\$641,785	\$641,434	(\$351)	\$354,344

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
COMPARATIVE STATEMENT OF GENERAL FIXED ASSETS
JUNE 30, 2001 AND 2000

	2001	2000
General fixed assets, at cost		
Land	\$116,366	\$116,366
Buildings and improvements	413,526	267,280
Streets and traffic equipment	5,935	5,935
Equipment	330,348	303,468
Automobiles and trucks	<u>236,040</u>	<u>217,240</u>
Total general fixed assets	<u>\$1,102,215</u>	<u>\$910,289</u>
 Total investment in general fixed assets	 <u>\$1,102,215</u>	 <u>\$910,289</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
STATEMENT OF CHANGES IN GENERAL FIXED ASSETS
YEAR ENDED JUNE 30, 2001

	BEGINNING BALANCE	ADDITIONS	DELETIONS	ENDING BALANCE
Land	\$116,366	\$0	\$0	\$116,366
Buildings and improvements	268,280	145,246	0	413,526
Streets and traffic control equip.	5,935	0	0	5,935
Machinery and equipment	303,468	26,880	0	330,348
Automobiles and trucks	<u>217,240</u>	<u>18,800</u>	<u>0</u>	<u>236,040</u>
Total general fixed assets	<u>\$911,289</u>	<u>\$190,926</u>	<u>\$0</u>	<u>\$1,102,215</u>

The accompanying notes are an integral part of these statements.

EXHIBIT K

TOWN OF MANY, LOUISIANA
STATEMENT OF GENERAL LONG-TERM DEBT
JUNE 30, 2001
WITH COMPARATIVE TOTALS FOR JUNE 30, 2000

	PUBLIC IMPROVEMENT BONDS SERIES A 1975	PUBLIC IMPROVEMENT BONDS SERIES B 1975	DEQ GENERAL OBLIGATION BONDS	ACCUMULATED UNPAID VACATION	TOTALS
				2001	2000
AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE RETIREMENT OF GENERAL LONG-TERM DEBT					
Amount available in Debt Service Fund for debt retirement	\$0	\$0	\$132,136	\$132,136	\$0
Amount to be provided from ad valorem taxes			245,958	245,958	0
Amount to be provided from general revenues	0	0	0	0	0
AMOUNT TO BE PROVIDED FOR ACCUMULATED UNPAID VACATION					
Amount to be provided from general revenues				\$33,147	33,147
Amount to be provided from sales tax revenues for Street Fund				2,838	1,244
Total available and to be provided	<u>\$0</u>	<u>\$0</u>	<u>\$378,094</u>	<u>\$414,079</u>	<u>\$23,536</u>
GENERAL LONG-TERM DEBT PAYABLE					
Bonds payable	\$0	\$0	\$378,094	\$378,094	\$0
Accumulated unpaid vacation				\$35,985	23,536
Total general long-term debt payable	<u>\$0</u>	<u>\$0</u>	<u>\$378,094</u>	<u>\$414,079</u>	<u>\$23,536</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
CAPITAL PROJECTS FUNDS
LCDBG FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2001 AND 2000

ASSETS	2001 Contract 107-000497	2000 Contract 107-000497
Cash	\$371	\$574
LCDBG grant revenue receivable	1,449	253,520
Total assets	<u>\$1,820</u>	<u>\$254,094</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
LCDBG grant contracts payable	\$1,820	\$254,094
Total liabilities	<u>1,820</u>	<u>254,094</u>
Fund balance - unreserved	<u>0</u>	<u>0</u>
Total liabilities and fund balance	<u>\$1,820</u>	<u>\$254,094</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
CAPITAL PROJECTS FUNDS
LCDBG FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
YEARS ENDED JUNE 30, 2001 AND 2000

	2001 (Contract 107-000497)	2000 (Contract 107-000497)
Revenues:		
LCDBG grant	\$236,882	\$318,417
Local contributions	8,794	0
Total revenues	245,676	318,417
Expenditures:		
Administration	16,236	19,405
Acquisition	0	0
Engineering	0	0
Construction	229,440	299,012
Total expenditures	245,676	318,417
Excess of revenues over expenditures	0	0
Fund balance, beginning of year	0	0
Fund balance, end of year	\$0	\$0

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
BOND MATURITY SCHEDULE - UTILITY FUND
JUNE 30, 2001

UTILITY REVENUE BONDS - DECEMBER 30, 1977

FISCAL YEAR ENDING JUNE 30,	BOND NUMBERS	INTEREST PAYMENTS		TOTAL INTEREST	PRINCIPAL DUE DECEMBER 30	TOTAL PAYMENTS
		DECEMBER 30	JUNE 30			
2001	269-288		\$15,375	\$15,375		15,375
2002	289-308	\$15,375	14,875	30,250	\$20,000	50,250
2003	309-333	14,875	14,250	29,125	25,000	54,125
2004	334-358	14,250	13,625	27,875	25,000	52,875
2005	359-383	13,625	13,000	26,625	25,000	51,625
2006	384-413	13,000	12,250	25,250	30,000	55,250
2007	414-443	12,250	11,500	23,750	30,000	53,750
2008	444-478	11,500	10,625	22,125	35,000	57,125
2009	479-513	10,625	9,750	20,375	35,000	55,375
2010	514-548	9,750	8,875	18,625	35,000	53,625
2011	549-583	8,875	8,000	16,875	35,000	51,875
2012	584-623	8,000	7,000	15,000	40,000	55,000
2013	624-663	7,000	6,000	13,000	40,000	53,000
2014	664-708	6,000	4,875	10,875	45,000	55,875
2015	709-753	4,875	3,750	8,625	45,000	53,625
2016	754-798	3,750	2,625	6,375	45,000	51,375
2017	799-848	2,625	1,375	4,000	50,000	54,000
2018	849-903	1,375		1,375	55,000	56,375
Totals		<u>\$157,750</u>	<u>\$157,750</u>	<u>\$315,500</u>	<u>\$615,000</u>	<u>\$930,500</u>

Supplementary schedule. Presented as additional analytical data.

TOWN OF MANY, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	EXPENDITURES
 U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
Passed through Louisiana Office of Community Development Community Development Block Grant	14.228	107-000497	\$236,882
Passed through Louisiana Office of Community Services Emergency Shelter Grants Program	14.231	559291	9,144
Emergency Shelter Grants Program (note-these grants passed through to Project Celebration, Inc.)	14.231	547079	14,005
 U. S. DEPARTMENT OF JUSTICE			
COPS Hiring Grant	16.710	98UMWX1616	37,193
 U.S. DEPARTMENT OF AGRICULTURE			
Passed through Louisiana Department of Agriculture and Forestry Community Forestry Program	10.672	565075	5,000
 U.S. DEPARTMENT OF TRANSPORTATION			
Federal Aviation Administration Airport Improvement Program	20.106		23,423
			 \$325,647

NOTE - The above schedule of expenditures of federal awards is prepared on the accrual basis of accounting.

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

The Honorable Kenneth Freeman, Mayor
and Board of Aldermen
Town of Many, Louisiana

I have audited the general purpose financial statements of the Town of Many, Louisiana, and the combining, individual fund, and account group financial statements of the Town of Many, Louisiana, for the year ended June 30, 2001, and have issued my report thereon dated December 20, 2001. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Town of Many, Louisiana's general purpose financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provision was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instance of noncompliance that is required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the Town of Many, Louisiana's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing an opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

This report is intended for the information of the Mayor, Board of Aldermen, Louisiana Legislative Auditor, and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

A handwritten signature in black ink, appearing to read 'Eugene W. Fremaux II', with a stylized flourish at the end.

EUGENE W. FREMAUX II, CPA
December 20, 2001

**REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

The Honorable Kenneth Freeman, Mayor
and Board of Aldermen
Town of Many, Louisiana

Compliance

I have audited the compliance of the Town of Many, Louisiana, with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2001. The Town of Many, Louisiana's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Town of Many, Louisiana's management. My responsibility is to express an opinion on the Town of Many, Louisiana's compliance based on my audit.

I conducted my audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and *OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*. These standards and *OMB Circular A-133* require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Town of Many, Louisiana's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on the Town of Many, Louisiana's compliance with those requirements.

In my opinion, the Town of Many, Louisiana, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2001.

Internal Control Over Compliance

The management of the Town of Many, Louisiana, is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing my audit, I considered the Town of Many, Louisiana's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine my auditing

procedures for the purpose of expressing my opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

My consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over compliance and its operation that I consider to be material weaknesses.

This report is intended for the information of the Mayor, Board of Aldermen, Louisiana Legislative Auditor, and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

A handwritten signature in dark ink, appearing to read 'E. Fremaux II', with a stylized flourish at the end.

EUGENE W. FREMAUX II, CPA

December 20, 2001

Town of Many, Louisiana
Schedule of Findings and Questioned Costs
and
Summary Schedule of Prior Audit Findings
June 30, 2001

SCHEDULE OF FINDINGS AND QUESTIONED COSTS:

A. Summary of Audit Results

1. The auditor's report expresses an unqualified opinion on the general purpose financial statements of the Town of Many, Louisiana.
2. No reportable conditions relating to the audit of the general purpose financial statements are reported in the Report on Compliance and on Internal Control over Financial Reporting based on an audit of financial statements performed in accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the general purpose financial statements of the Town of Many, Louisiana were disclosed during the audit.
4. No reportable conditions relating to the audit of the major federal award program is reported in the report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133.
5. The auditor's report on compliance for the major federal award program for the Town of Many, Louisiana expresses an unqualified opinion.
6. There were no audit findings relative to the major federal award program for the Town of Many, Louisiana.
7. The program tested as a major program was a Community Development Block Grant from the U.S. Department of Housing and Urban Development, passed through the State of Louisiana.
8. The threshold for distinguishing Type A and B programs was \$300,000.
9. The Town of Many, Louisiana was not determined to be a low-risk auditee.

B. Findings - Financial Statements Audit

None

C. Findings and Questioned Costs - Major Federal Award Program Audit

None

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS:

There were no findings or questioned costs for the year ended June 30, 2000.